



CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 06/05/01
AGENDA ITEM 3
WORK SESSION ITEM

TO: Redevelopment Agency Board
FROM: Director of Community and Economic Development
SUBJECT: Loan to Crown Management, Inc. for Facade Improvements to the Green Shutter Hotel

RECOMMENDATION:

It is recommended that the Redevelopment Agency Board approve a loan of \$100,000 to Crown Management, Inc. for facade improvements to the Green Shutter Hotel.

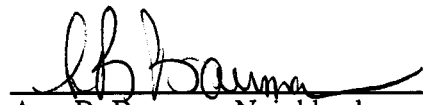
BACKGROUND:

In 1998, the Redevelopment Agency Board approved a \$550,000 loan to Crown Management, Inc. to seismically retrofit the Green Shutter Hotel. As part of that loan, \$150,000 was included to restore the facade. The original cost estimate was developed in 1998, prior to the U.S. Environmental Protection Agency (EPA) and the U.S. Department of Housing and Urban Development (HUD) lead abatement and safe lead-in-construction work practices regulations.

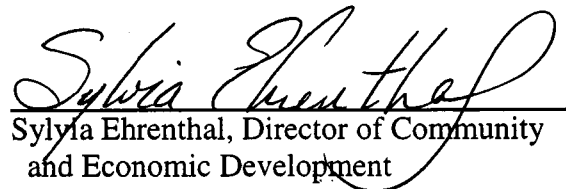
The seismic retrofit has been completed and the façade improvement project has been competitively bid. Bids received ranged between \$300,000 and \$450,000. Crown Management has selected the lowest bidder and is working with him to refine project costs. Crown is providing an additional \$50,000 for the facade improvement and is requesting an additional loan of \$100,000 in Low and Moderate Income Housing Funds so that the improvements can be undertaken immediately. Staff has met with the owner and the contractor to develop a schedule for the construction. If Council approves this loan, work can begin on the Green Shutter by June 18, 2001.

Staff is supportive of this request because the Green Shutter is an important, historic structure in the downtown and upgrading the facade will have a significant positive impact on both Main and B Streets. There are sufficient funds available in the Low/Mod Fund for this loan. Community Development Block Grant funds have not been suggested for this project since they will increase the project's cost and time line.


Prepared by:


Ann R. Bauman, Neighborhood and
Economic Development Manager

Recommended by:


Sylvia Ehrenthal, Director of Community
and Economic Development

Approved by:


Jesús Armas, City Manager

Resolution

DRAFT

REDEVELOPMENT AGENCY OF THE CITY OF HAYWARD

RESOLUTION NO. RA-_____

Introduced by Agency Member _____

RESOLUTION AMENDING RESOLUTION NO. 00-089,
THE BUDGET RESOLUTION FOR FISCAL YEAR 2000-2001,
RELATING TO AN APPROPRIATION OF FUNDS FOR
THE PURPOSE OF MAKING A LOAN TO CROWN
MANAGEMENT, INC. FOR FACADE IMPROVEMENTS TO
THE GREEN SHUTTER HOTEL

BE IT RESOLVED by the Redevelopment Agency of the City of Hayward that Resolution No. 00-089, the Budget Resolution for fiscal year 2000-2001, is hereby amended by authorizing an appropriation of \$100,000 from the Redevelopment Agency Low and Moderate Income Housing Fund for purposes of making a loan to Crown Management, Inc. for facade improvements to the Green Shutter Hotel.

HAYWARD, CALIFORNIA _____, 2001

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST: _____
Secretary of the Redevelopment Agency
of the City of Hayward

APPROVED AS TO FORM:

General Counsel